

# **AGENDA**

## **SPECIAL MEETING OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE CITY OF HOLLISTER REDEVELOPMENT AGENCY**

DATE: Thurs., September 19, 2013 Time: 1:30 P.M. City Hall 375 Fifth St., Hollister, CA

***ANYONE WISHING TO ADDRESS THE OVERSIGHT BOARD PLEASE STEP  
FORWARD AND STATE YOUR  
NAME AND ADDRESS TO THE SECRETARY***

This Oversight Board has been created pursuant to §34161 through §34190 of the Health and Safety Code for the sole purpose of overseeing the actions of the Successor Agency to the City of Hollister Redevelopment Agency. In accordance with §34179 (h) of the Health and Safety Code, all Oversight Board ("Board") actions shall not be effective for five business days, pending a request for review by the State Department of Finance ("Department"). In the event that the Department requests a review of a given Board action, it shall have forty days from the date of its request to approve the Oversight Board action or return it to the Board for reconsideration. In the event that the Department returns the Board action to the Board for reconsideration, the Board shall resubmit the modified action for Department approval, and the modified Board action shall not become effective until approved by the Department.

Persons who wish to speak on matters set for Public Hearing will be heard when the presiding officer calls for comments from those persons who are in support of/or in opposition hereto. After persons have spoken, the hearing is closed and brought to Commission level for discussion and action. There is no further comment permitted from the audience unless requested by the Chairman.

### **Call to Order**

### **Pledge of Allegiance**

**Roll Call:** Members: Bill Avera, Jamie De La Cruz, Holly McWhinnie, Steve Kinsella, Robert Scattini, Helen Swanson, John Tobias

### **Verification of Agenda Posting**

**A. Communications from the Public on Items Not Listed on the Agenda:** This is the time for anyone in the audience to speak on any item not on the agenda and within the subject matter jurisdiction of the Oversight Board. When the Oversight Board calls your name, please come to the podium, state your name and address for the record, and speak to the Board. Each speaker will be limited to 2 minutes. Please note that state law prohibits the Oversight Board from discussing or taking action on any item not on the agenda.

**B. Consent – None**

**C. NEW BUSINESS**

**1. Recognized Obligation Payment Schedule 13-14 B [PAGES 3-16]**

The Board will consider approval of Resolution 2013-04 OB, a resolution approving Recognized Obligation Payment Schedule 13-14 B for the period of July 1, 2014 to December 31, 2014

**D. Reports of the Successor Agency, Board, and County Auditor Controller.**

1. Reports from Successor Agency Staff
  - i. State Controller Review of Successor Agency transfer of assets.
2. Reports from the Oversight Board members.
3. Report from the County Auditor Controller.

**ADJOURNMENT**

**NEXT REGULAR MEETING:** October 3, 2013

Materials related to an item on this Agenda submitted to the Board after distribution of the agenda packet are available for public inspection in the City Clerk's office at City Hall, 375 Fifth Street, Hollister and the Development Services Department, Successor Agency Office 339 Fifth Street, Monday through Thursday, 8:00 am to noon, 1:00 pm to 5 pm (offices closed between 12:00 and 1:00 p.m. and the last Friday of the month). Such documents are also available on the City of Hollister website at [www.hollister.ca.gov](http://www.hollister.ca.gov) subject to staff's ability to post the documents before the meeting.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's Office at (831) 636-4300 Ext 16. Notification of 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. [28 CFR 35.102-35.104 ADA Title II].

## STAFF REPORT

### OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE CITY OF HOLLISTER REDEVELOPMENT AGENCY AGENDA

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**DATE:** September 16, 2013  
**STUDY SESSION DATE:** N/A

**AGENDA ITEM:** D-1 - Resolution  
**MEETING DATE:** September 19, 2013

- **TITLE OF ITEM:** Adoption of a Recognized Obligation Payment Schedule 13-14B (ROPS), an Administrative Cost Budget and Administrative Cost Allowance (January 1, 2014 – June 30, 2014).
- **BRIEF DESCRIPTION:** Resolution approving a Recognized Obligation Payment Schedule (ROPS), an Administrative Cost Budget and Administrative Cost Allowance for the period January 1, 2014 – June 30, 2014.
- **STAFF RECOMMENDATION:** Adopt Resolution 2013-04 OB approving a Recognized Obligation Payment Schedule (ROPS), an Administrative Cost Budget, and Administrative Cost Allowance.

**DEPARTMENT SUMMARY:** The deadline for submittal of the Recognized Obligation Payment Schedule (ROPS) for the January 1, 2014 to June 30, 2014 is October 1, 2013. Staff used the template released by the Department of Finance on August 16, 2013 to prepare the ROPS included as Exhibit 1 of Resolution 2013-04 OB.

The City of Hollister City Council, acting as the Successor Agency, reviewed and approved a preliminary Recognized Obligation Schedule on September 3, 2013. A draft schedule was approved because staff did not have sufficient time to finalize the required comparison of the approved versus actual costs for the just completed ROPS III period of January 1, 2013 to June 30, 2013 and some other accounting requirements on the ROPS template. However, it was noted that there would be minimal changes to the projected expenses to the "ROPS Detail" sheet for the first six months of 2014.

The ROPS 13/14B template includes a new Fund Balance Sheet in addition to the Summary Page, ROPS Detail sheet for the period January 1, 2014 to June 30, 2014, Prior Period Adjustment Schedule that compares estimated expenses from last six months to actual expenses and a Note page. The ROPS includes the following types of expenses:

1. Recurring Enforceable Obligations
  - a. Payment of principal and interest for the 2003 and 2009 Bonds (Items 2 and 3).
  - b. Bond related administrative expenses (Items 4 through 6).
  - c. Successor Agency Administrative Cost Allowance (Item 7).
  - d. Costs for maintenance of successor agency properties (Items 12-15 and 29).
  - e. Prospect Villa Rental Assistance until 2019 (Item 10).
2. One time enforceable obligations including the following:
  - a. Reimbursement to the Successor Agency for ROPS I and II enforceable

- obligations that were allowed after a Meet and Confer process with ROPS III (Items 23, 24, 27, and 30),
- b. Prospect Villa rental assistance that was omitted from funding for ROPS I (item 28)
  - c. A loan agreement was approved by the Oversight Board on August 1, 2013 to pursuant to Health and Safety Code Section 34173(h) to formalize the loans by the City of Hollister from pooled cash to the Successor Agency for ROPS 1 enforceable obligations was submitted to the Department of Finance on August 2, 2013. The City of Hollister and Successor Agency entered into a loan agreement that was approved by the Oversight Board at the August 1, 2013 meeting and submitted to the Department of Finance. The Department of Finance notified staff that it approved the Oversight Board action in a September 16, 2013 letter provided as Attachment B to this report. The loan agreement has been placed on the ROPS 13-14 B.
3. Unexpended 2009 Bond proceeds that can now be used for the West Gateway Streetscape Beautification project and pavement overlay. This enforceable obligation is now allowed because of the Finding of Completion has been issued for the Due Diligence Review of Other Funds.

Staff recommends that the Oversight Board review the Recognized Obligation Payment Schedule 13-14 B for the period of January 1, 2014 – June 30, 2014 and approve Resolution 2013-04 approving the ROPS and directing staff to forward the ROPS to the Department of Finance.

**ATTACHMENTS:**

Attachment A – May 29, 2013 Letter from Department of Finance

Attachment B – September 16, 2013 Letter from Department of Finance

**CONTACT PERSON:** Mary M. Paxton (831) 636-4316 Ext. 16

**DEPARTMENT HEAD:** William B. Avera (831) 636-4360



## ATTACHMENT A

DEPARTMENT OF  
**FINANCE**

EDMUNDO G. BROWN JR. • GOVERNOR

915 L STREET ■ SACRAMENTO CA ■ 95814-3706 ■ WWW.DOF.CA.GOV

May 29, 2013

Mr. William Avera, Development Services Director  
City of Hollister  
375 Fifth Street  
Hollister, CA 95023

Dear Mr. Avera:

Subject: Other Funds and Accounts Due Diligence Review

This letter supersedes the California Department of Finance's (Finance) original Other Funds and Accounts (OFA) Due Diligence Review (DDR) determination letter dated April 24, 2013. Pursuant to Health and Safety Code (HSC) section 34179.6 (c), the City of Hollister Successor Agency (Agency) submitted an oversight board approved OFA DDR to Finance on February 7, 2013. The purpose of the review was to determine the amount of cash and cash equivalents available for distribution to the affected taxing entities. Finance issued an OFA DDR determination letter on April 24, 2013. Subsequently, the Agency requested a Meet and Confer session on one or more items adjusted by Finance. The Meet and Confer session was held on May 20, 2013.

Based on a review of additional information and documentation provided to Finance during the Meet and Confer process, Finance has completed its review of those specific items being disputed. Specifically, the following adjustments were made:

- Our review indicates the Agency did not request to retain balances to satisfy Recognized Obligation Payment Schedule (ROPS) obligations for fiscal year 2012-13. Specifically, the Agency did not include the July through December 2012 (ROPS II) obligations in the amount of \$2,587,132 from the Redevelopment Property Tax Trust Fund. Therefore, the OFA balance available will be decreased by \$2,587,132.

During the Meet and Confer process, the Agency provided additional information showing that the Agency also expended \$284,177 during the January through June 2012 (ROPS I) period on items that were denied by Finance during the ROPS I review. These items were subsequently approved through the Meet and Confer process during the January through June 2013 (ROPS III) review. However, HSC section 34177 (a) (3) states that only those payments listed in the approved ROPS may be made from the funding source specified in the ROPS. To the extent the Agency believes the denied items on the ROPS I are enforceable obligations, the Agency should list those items on a future ROPS for payment.

In addition, the Agency claims \$804,781 should have been retained for ROPS I expenditures but was inadvertently deposited in Low and Moderate Income Housing Fund (LMIHF) and remitted through the LMIHF DDR process. As a result, ROPS I

ATTACHMENT A

expenditures were paid for from the City of Hollister's (City) pooled cash account. Therefore, the Agency should enter into an agreement with the City pursuant to HSC section 34173 (h) to formalize the loans made by the City to the Agency for ROPS I approved enforceable obligations. The loan should be placed on a subsequent ROPS for review and approval by Finance.

As a result, there are no unencumbered OFA balances available for distribution (see table below).

<b>OFA Balances Available For Distribution To Taxing Entities</b>	
Available Balance per DDR:	\$ 1,605,882
Finance Adjustments	
Balance retained for fiscal year 2012-13 obligations	(2,587,132)
<b>Total OFA available to be distributed:</b>	<b>\$ -</b>

This is Finance's final determination of the OFA balances available for distribution to the taxing entities. HSC section 34179.6 (f) requires successor agencies to transmit to the county auditor-controller the amount of funds identified in the above table within five working days, plus any interest those sums accumulated while in the possession of the recipient. Upon submission of payment, it is requested you provide proof of payment to Finance within five business days.

If funds identified for transmission are in the possession of the successor agency, and if the successor agency is operated by the city or county that created the former redevelopment agency, then failure to transmit the identified funds may result in offsets to the city's or the county's sales and use tax allocation, as well as its property tax allocation. If funds identified for transmission are in the possession of another taxing entity, the successor agency is required to take diligent efforts to recover such funds. A failure to recover and remit those funds may result in offsets to the other taxing entity's sales and use tax allocation or to its property tax allocation. If funds identified for transmission are in the possession of a private entity, HSC 34179.6 (h) (1) (B) states that any remittance related to unallowable transfers to a private party may also be subject to a 10 percent penalty if not remitted within 60 days.

Failure to transmit the identified funds will also prevent the Agency from being able to receive a finding of completion from Finance. Without a finding of completion, the Agency will be unable to take advantage of the provisions detailed in HSC section 34191.4. Specifically, these provisions allow certain loan agreements between the former redevelopment agency (RDA) and the city, county, or city and county that created the RDA to be considered enforceable obligations. These provisions also allow certain bond proceeds to be used for the purposes in which they were sold and allows for the transfer of real property and interests into the Community Redevelopment Property Trust Fund once Finance approves the Agency's long-range property management plan.

In addition to the consequences above, willful failure to return assets that were deemed an unallowable transfer or failure to remit the funds identified above could expose certain individuals to criminal penalties under existing law.

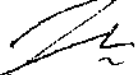
Pursuant to HSC sections 34167.5 and 34178.8, the California State Controller's Office (Controller) has the authority to claw back assets that were inappropriately transferred to the city, county, or any other public agency. Determinations outlined in this letter do not in any way eliminate the Controller's authority.

Mr. Avera  
May 29, 2013  
Page 3

ATTACHMENT A

Please direct inquiries to Evelyn Suess, Dispute Resolution Supervisor, or Mary Halterman, Analyst, at (916) 445-1546.

Sincerely,



STEVE SZALAY  
Local Government Consultant

cc: Ms. Mary Paxton, Program Manager, City of Hollister  
Mr. Joe Paul Gonzalez, Auditor-Controller, San Benito County Auditor-Controller  
California State Controller's Office



## ATTACHMENT B

DEPARTMENT OF  
**FINANCE**

EDMUND G. BROWN JR. • GOVERNOR

915 L STREET ■ SACRAMENTO, CA ■ 95814-3706 ■ WWW.DOF.CA.GOV

September 16, 2013

Mr. William B. Avera, Development Services Director  
City of Hollister  
375 Fifth Street  
Hollister, CA 95023

Dear Mr. Avera:

Subject: Approval of Oversight Board Action

The City of Hollister Successor Agency (Agency) notified the California Department of Finance (Finance) of its August 1, 2013 Oversight Board (OB) resolution on August 2, 2013. Pursuant to Health and Safety Code (HSC) section 34179 (h), Finance has completed its review of the OB action.

Based on our review and application of the law, OB Resolution No. 2013-03, approving a loan for \$804,871 agreement with the City of Hollister (City) for payment of Agency's Recognized Obligation Repayment Schedule (ROPS) expenditures, is approved.

The agency inadvertently deposited \$804,781 retained for ROPS I obligations for the period January through June 2012 in Low and Moderate Income Housing Fund (LMIHF) which was remitted to the County Auditor-Controller (CAC) through the LMIHF Due Diligence Review (DDR) process. The ROPS I expenditures were paid from the City's pooled cash account. The Agency would like to enter into a loan agreement with the City pursuant to HSC section 34173 (h) to pay back the advance funds as directed by Finance's Other Funds and Accounts DDR meet and confer determination letter dated May 29, 2013.

The repayment of the loan should be placed on the subsequent ROPS and is subject to Finance's review.

Please direct inquiries to Beliz Chappuie, Supervisor, or Anna Kyumba, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY  
Local Government Consultant

cc: Ms. Mary M. Paxton, Program Manager, City of Hollister  
Mr. Joe Paul Gonzalez, Auditor Controller, County of San Benito



**RESOLUTION NO. 2013-04 OB**

**RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO  
THE REDEVELOPMENT AGENCY OF THE CITY OF HOLLISTER ("FORMER RDA"),  
ADOPTING THE RECOGNIZED OBLIGATION PAYMENT SCHEDULE 13-14B FOR  
THE PERIOD JANUARY 1, 2014 THROUGH JUNE 30, 2014**

**WHEREAS**, Health and Safety Code Section 34177(l)(2)(A) and (m) requires the Successor Agency of the former City of Hollister Redevelopment Agency to prepare and approve a recognized obligation payment schedule (the "ROPS") and make associated notifications and distributions for the period of January 1, 2014 to June 30, 2014 which is attached to this resolution as Exhibit 1;

**WHEREAS**, the draft recognized obligation payment schedule was prepared using the forms provided by the California Department of Finance to the City of Hollister Successor Agency on August 16, 2013; and

**WHEREAS**, Health and Safety Code Section 34177(k) requires the Successor Agency to prepare administrative cost estimates from the Successor Agency Administrative Budget (the "Successor Agency Administrative Cost Estimates") and provide them to the Auditor-Controller for the County of San Benito.

**WHEREAS**, the January 1, 2014 to June 30, 2014 ROPS and Successor Agency Administrative Budget must be approved by the Oversight Board by October 1, 2013 pursuant to Health and Safety Code Sections 34177(l)(2)(B) and 34177(j).

**WHEREAS**, in a May 29, 2013 letter from the California Department of Finance regarding Other Funds and Accounts Due Diligence Review, the City of Hollister Successor Agency was directed to enter into a loan agreement with the City of Hollister in order to allow the reimbursement of \$804,781 of pooled cash that should have been retained for ROPS I expenditures on the next available ROPS; and

**WHEREAS**, in a May 29, 2013 letter from the California Department of Finance regarding Other Funds and Accounts Due Diligence Review, the City of Hollister Successor Agency was directed to place \$284,177 of ROPS I enforceable obligations that were initially rejected by the Department of Finance and subsequently allowed after the meet and confer process on the next available ROPS; and

**WHEREAS**, ROPS 13-14 B includes the \$804,871 of pooled cash that should have been retained for ROPS I expenditures and \$284,177 of ROPS I enforceable obligations that were initially reclassified as administrative costs but recognized as enforceable obligations after a Meet and Confer process in November 2013.

**WHEREAS**, the City Council of the City of Hollister acting in its capacity as the Successor Agency of the Former Hollister RDA and in conformance with Health and Safety Code Section 34177(l) and (m), approved Resolution 2013-05 approving the

expenses for January 1, 2014 through June 30, 2014 for ROPS 13-14 B and preliminary estimates of the Summary Page, Report of Funds Balances and Prior Period Estimates staff did not had sufficient and authorizing submittal of the ROPS to the Oversight Board; and

**WHEREAS**, staff has completed all sheets on ROPS 13-14 B and the RAD validation process as required prior to submittal to the Oversight Board; and

**WHEREAS**, at a special public meeting held on September 19, 2013, the Oversight Board considered the staff report, written and oral testimony for the Recognized Obligation Payments Schedule 13/14A; and

**NOW THEREFORE BE IT RESOLVED** that the Oversight Board, hereby approves the Recognized Obligation Payment Schedules (ROPS) 13-14 B for the period January 1, 2014 through June 30, 2014 attached to this resolution as Exhibit 1.

**BE IT FURTHER RESOLVED** that all costs of, liabilities of, and claims against the Successor Agency and/or the Oversight Board shall be solely the costs and liabilities of the Successor Agency and/or the Oversight Board and shall not be costs of, liabilities of, and/or claims against the City.

**BE IT FURTHER RESOLVED** that the Oversight Board hereby authorizes and directs the Development Services Director or the Director's designee, acting on behalf of the Oversight Board, to file, post, mail or otherwise deliver via electronic mail, internet posting, and/or hardcopy, all notices and transmittals necessary or convenient in connection with the approval of the ROPS, approval of the Successor Agency Administrative Budget and other actions taken pursuant to this Resolution.

**APPROVED** September 19, 2013 by the Oversight Board to the Successor Agency to the City of Hollister by the following vote:

**AYES:**

**NOES:**

**ABSTAINED:**

**ABSENT:**

\_\_\_\_\_  
Chair,

**ATTEST:**

\_\_\_\_\_  
Bill Avera, Board Secretary

# EXHIBIT 1 RESOLUTION 2013-04 OB

## Recognized Obligation Payment Schedule (ROPS 13-14B) - Summary

Filed for the January 1, 2014 through June 30, 2014 Period

Name of Successor Agency:	Hollister
Name of County:	San Benito

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding		
A	Sources (B+C+D):	\$ 230,333
B	Bond Proceeds Funding (ROPS Detail)	230,333
C	Reserve Balance Funding (ROPS Detail)	-
D	Other Funding (ROPS Detail)	-
E	Enforceable Obligations Funded with RPTTF Funding (F+G):	\$ 3,556,785
F	Non-Administrative Costs (ROPS Detail)	3,431,785
G	Administrative Costs (ROPS Detail)	125,000
H	Current Period Enforceable Obligations (A+E):	\$ 3,787,118

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I	Enforceable Obligations funded with RPTTF (E):	3,556,785
J	Less Prior Period Adjustment (Report of Prior Period Adjustments Column U)	(30,343)
K	Adjusted Current Period RPTTF Requested Funding (I-J)	\$ 3,526,442

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L	Enforceable Obligations funded with RPTTF (E):	3,556,785
M	Less Prior Period Adjustment (Report of Prior Period Adjustments Column AB)	-
N	Adjusted Current Period RPTTF Requested Funding (L-M)	3,556,785

Certification of Oversight Board Chairman:  
Pursuant to Section 34177(m) of the Health and Safety code, I hereby  
certify that the above is a true and accurate Recognized Obligation  
Payment Schedule for the above named agency.

_____ Name	_____ Title
/s/_____ Signature	_____ Date



EXHIBIT 1 RESOLUTION 2013-04 OB

**Recognized Obligation Payment Schedule (ROPS) 13-14B - Report of Fund Balances**  
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177(l), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation.										
A	B	C	D	E	F	G	H	I	J	K
Fund Balance Information by ROPS Period		Fund Sources								Comments
		Bond Proceeds		Reserve Balance		Other	RPTTF		Total	
		Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Review balances retained for approved enforceable obligations	RPTTF balances retained for bond reserves	Rent, Grants, Interest, Etc.	Non-Admin	Admin		
ROPS III Actuals (01/01/13 - 6/30/13)										
1	Beginning Available Fund Balance (Actual 01/01/13) Note that for the RPTTF, 1 + 2 should tie to columns L and Q in the Report of Prior Period Adjustments (PPAs)	5,518,687					(1,240,377)	43,763	\$ 4,322,073	The agency was shorted \$1,231,250 for the ROPS period 7/1 to 12/31/2012 due to the due diligence report. The report had the agency remit back to the county its available cash. No cash was retained or available for the ROPS period 7/1 to 12/31/2012.
2	Revenue/Income (Actual 06/30/13) Note that the RPTTF amounts should tie to the ROPS III distributions from the County Auditor-Controller						1,239,323	67,128	\$ 1,306,451	
3	Expenditures for ROPS III Enforceable Obligations (Actual 06/30/13) Note that for the RPTTF, 3 + 4 should tie to columns N and S in the Report of PPAs	436,339					1,207,947	110,891	\$ 1,755,177	
4	Retention of Available Fund Balance (Actual 06/30/13) Note that the Non-Admin RPTTF amount should only include the retention of reserves for debt service approved in ROPS III								\$ -	
5	ROPS III RPTTF Prior Period Adjustment Note that the net Non-Admin and Admin RPTTF amounts should tie to columns O and T in the Report of PPAs.	No entry required					30,343	-	\$ 30,343	
6	Ending Actual Available Fund Balance (1 + 2 - 3 - 4 - 5)	\$ 5,082,348	\$ -	\$ -	\$ -	\$ -	\$ (1,209,001)	\$ -	\$ 3,843,004	
ROPS 13-14A Estimate (07/01/13 - 12/31/13)										
7	Beginning Available Fund Balance (Actual 07/01/13) (C, D, E, G, and I = 4 + 6, F = H4 + F6, and H = 5 + 6)	\$ 5,082,348	\$ -	\$ -	\$ -	\$ -	\$ (1,178,658)	\$ -	\$ 3,873,347	
8	Revenue/Income (Estimate 12/31/13) Note that the RPTTF amounts should tie to the ROPS 13-14A distributions from the County Auditor-Controller						2,467,580	125,000	\$ 2,592,580	
9	Expenditures for 13-14A Enforceable Obligations (Estimate 12/31/13)	230,333					2,467,580	125,000	\$ 2,822,913	
10	Retention of Available Fund Balance (Estimate 12/31/13) Note that the RPTTF amounts may include the retention of reserves for debt service approved in ROPS 13-14A								\$ -	
11	Ending Estimated Available Fund Balance (7 + 8 - 9 -10)	\$ 4,852,015	\$ -	\$ -	\$ -	\$ -	\$ (1,178,658)	\$ -	\$ 3,643,014	



## EXHIBIT 1 RESOLUTION 2013-04 OB

**Recognized Obligation Payment Schedule (ROPS ) 13-14B - ROPS Detail**  
**January 1, 2014 through June 30, 2014**  
 (Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Funding Source					Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	
								\$ 45,910,896		\$ 230,333	\$ -	\$ -	\$ 3,431,785	\$ 125,000	\$ 3,787,118
1	1997 Tax Allocation Bond	Bonds Issued On or Before 12/31/10	5/1/1997	10/1/2013	Union Bank of California	Tax exempt (TE) 1997 Bond - refinancing prior bonds	Hollister	-	Y				-		\$ -
2	2003 Tax Allocation Bond	Bonds Issued On or Before 12/31/10	8/1/2003	10/1/2032	Union Bank of California	Tax exempt (TE) 2003 Bond - refinancing prior bonds	Hollister	32,754,791	N				870,209		\$ 870,209
3	2009 Tax Allocation Bond	Bonds Issued On or Before 12/31/10	7/22/2009	10/1/2032	Union Bank of California	TE 2009 Bond- Fire Stat. 1, W. Gateway Streetscape, Paving	Hollister	7,260,000	N				228,428		\$ 228,428
4	Fiscal Agent Fee for Bonds	Fees	8/1/2003	10/1/2032	Union Bank of California	Fiscal agent fees for bonds	Hollister	46,550	N				2,660		\$ 2,660
5	Bond Expense Funds	Fees	8/1/2003	10/1/2032	Wildan Financial Services	Annual continuing disclosure for bonds	Hollister	70,700	N				4,040		\$ 4,040
6	Bond Expenses	Fees	8/1/2003	10/1/2032	United States Treasury	Arbitrage rebate for bonds	Hollister	-	N						\$ -
7	Successor Agency Admin Costs	Admin Costs	2/1/2012	1/1/2032	City of Hollister	Successor Agency Administrative Costs	Hollister	4,125,000	N				-	125,000	\$ 125,000
8	Rent assistance Section 8	Unfunded Liabilities	1/1/2014	6/30/2104	Santa Cruz Housing Authority	Section 8 Housing Administration - rent assistance	Hollister	-	Y				-		\$ -
9	Project Management - housing	Unfunded Liabilities	1/1/2014	6/30/2104	City of Hollister	Project Manage Affordable Housing Covenant Monitor	Hollister	-	Y				-		\$ -
10	Prospect Villa apartments	Miscellaneous	10/4/2010	1/4/2019	Hollister Inv. Group IV	Tenant Based Rental Assistance	Hollister	225,000	N				25,000		\$ 25,000
11	Appeal West Gateway	Bonds Issued On or Before 12/31/10	10/1/2009	1/1/2016	Successor Agency	Streetscape improvements unused bond proceeds	Hollister	230,333	N	230,333			-		\$ 230,333
12	Property asset maintenance	Property Maintenance	1/1/2014	6/30/2104	City of Hollister	Weed abatement Leatherback	Hollister	7,392	N				3,696		\$ 3,696
13	Property asset maintenance	Property Maintenance	1/1/2014	6/30/2104	City of Hollister	Maintenance grassy lot 400 block property	Hollister	5,732	N				2,866		\$ 2,866
14	Property asset maintenance	Property Maintenance	1/1/2014	6/30/2104	City of Hollister	Water service 400 block property	Hollister	-	N				-		\$ -
15	Property asset maintenance	Property Maintenance	1/1/2014	6/30/2104	City of Hollister	Water service Leatherback property	Hollister	-	N				-		\$ -
16	Appeal Eng. services §34177.3 (b)	Property Dispositions	3/1/2013	4/1/2013	San Bentio Engineering	Lot line adjustment for 400 Block properties	Hollister	-	N						\$ -
17	Contract for audit services	Dissolution Audits	8/20/2012	10/1/2012	Mann Urritia and Nelson	Due Diligence report per AB 1484	Hollister	-	Y				-		\$ -
18	Contract for consulting services	Legal	1/1/2014	6/30/2104	To be determined	Successor Agency Legal counsel	Hollister	-	N				-		\$ -
19	Appeal Bond Fiscal Agent Fee	Bonds Issued On or Before 12/31/10	1/1/2014	6/30/2104	Union Bank of California	ROPS II Fiscal Agent Fee for bonds lines 4 & 5 that were reclassified as Administrative Costs with no payment of RPTTF for ROPS II	Hollister	-	N						\$ -
20	Appeal Continuing Bond Disclosure	Bonds Issued On or Before 12/31/10	1/1/2014	6/30/2104	Wildan Financial Services	Annual continuing disclosure for bonds	Hollister	-	Y				-		\$ -
21	Arbitrage for bonds	Miscellaneous	1/1/2014	6/30/2104	US Department of Treasury	ROPS II Line 6 Arbitrage that was reclassified as an Administrative Cost with no payment of RPTTF for ROPS II	Hollister	-	N						
22	Appeal Employee Costs	Miscellaneous	1/1/2014	6/30/2104	City of Hollister	January RDA Salaries, pension payments, obligations ROPS III appealed from ROPS I	Hollister	-	Y				-		\$ -
23	Appeal Emp. Benefit Compensation	Unfunded Liabilities	1/1/2014	6/30/2104	City of Hollister	ROPS III Employee vacation, sick and admin time accrual appealed from ROPS I	Hollister	-	N				174,012		\$ 174,012
24	Appeal Post employee benefits	Unfunded Liabilities	1/1/2014	6/30/2104	City of Hollister	ROPS III PERS post employment benefits	Hollister	-	N				100,800		\$ 100,800
25	Appeal Agency Board Jan. pay	Unfunded Liabilities	1/1/2014	6/30/2104	City of Hollister	January Agency Board monthly payments for RDA	Hollister	-	Y				-		\$ -
26	Appeal Audit Service RDA	Miscellaneous	1/1/2014	6/30/2104	Mann Urritia and Nelson	2010-11 Year end audit required for former RDA	Hollister	-	Y				-		\$ -
27	Appeal Removal of Blight	Miscellaneous	1/1/2014	6/30/2104	City of Hollister	January Grafetti removal	Hollister	-	N				9,265		\$ 9,265
28	Prospect Villa apartments/Rent assistance	Miscellaneous	1/1/2014	6/30/2104	Hollister Inv. Group IV	Prospect Villa II left off of ROPS I	Hollister	-	N				24,000		\$ 24,000

EXHIBIT 1 RESOLUTION 2013-04 OB

Recognized Obligation Payment Schedule (ROPS ) 13-14B - ROPS Detail January 1, 2014 through June 30, 2014 (Report Amounts in Whole Dollars)															
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Funding Source					Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	
31	Inadvertant Distribution of LMIHF as part of Due Diligence Review	City/County Loans After 6/27/11	11/15/2013	6/30/2014	City of Hollister	Repayment of ROPS I expenses from pooled cash due to inadvertant disbursement of LMIHF through the due diligence review of housing funds	Hollister	-	N				804,781		\$ 804,781
32	ROPS II funds returned to County as part of the due diligence report	City/County Loans After 6/27/11	1/1/2014	6/30/2104	Successor Agency	Funds returned to County/ taxing agencies which caused the agency to have negative cash	Hollister	1,178,658	N				1,178,658		\$ 1,178,658



## EXHIBIT 1 RESOLUTION 2013-04 OB

Reported for the ROPS III (January 1, 2013 through June 30, 2013) Period Pursuant to Health and Safety Code (HSC) section 34186 (a)																													
ROPS III Successor Agency (SA) Self-reported Prior Period Adjustments (PPA): Pursuant to HSC Section 34186 (a), SAs are required to report the differences between their actual available funding and their actual expenditures for the ROPS III (July through December 2013) period. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved for the ROPS 13-14B (January through June 2014) period will be offset by the SA's self-reported ROPS III prior period adjustment. HSC Section 34186 (a) also specifies that the prior period adjustments self-reported by SAs are subject to audit by the county auditor-controller (CAC) and the State Controller.																				ROPS III CAC PPA: To be completed by the CAC upon submittal of the ROPS 13-14B by the SA to Finance and the CAC									
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB		
		Non-RPTTF Expenditures									RPTTF Expenditures																		
		LMHF (Includes LMHF Due Diligence Review (DDR) related balances)		Bond Proceeds		Reserve Balance (Includes Other Funds and Assets' DDR related balances)		Other Funds		Non-Admin					Admin					Net SA Non-Admin and Admin PPA		Non-Admin CAC			Admin CAC			Net CAC Non-Admin and Admin PPA	
Item #	Project Name / Debt Obligation	Authorized	Actual	Authorized	Actual	Authorized	Actual	Authorized	Actual	Authorized	Available RPTTF (ROPS III distributed + all other available as of 1/1/13)	Net Lesser of Authorized / Available	Actual	Difference (If M is less than N, the difference is zero)	Authorized	Available RPTTF (ROPS III distributed + all other available as of 1/1/13)	Net Lesser of Authorized / Available	Actual	Difference (If R is less than S, the difference is zero)	Net Difference (Amount Used to Offset ROPS 13-14B Requested RPTTF (O + T))	Net Lesser of Authorized / Available	Actual	Difference (If V is less than W, the difference is zero)	Net Lesser of Authorized / Available	Actual	Difference (If Y is less than Z, the difference is zero)	Net Difference (Amount Used to Offset ROPS 13-14B Requested RPTTF (X + AA))		
		\$ -	\$ -	\$ -	\$ 436,339	\$ -	\$ -	\$ -	\$ -	\$ 1,239,323	\$ 1,239,323	\$ 1,239,323	\$ 1,207,947	\$ 30,343	\$ 67,128	\$ 110,891	\$ 67,128	\$ 110,891	\$ -	\$ 30,343									
1	1997 Tax Allocation Bond									25,531	25,531	\$ 25,531	25,531	\$ -			\$ -		\$ -	\$ -									
2	2003 Tax Allocation Bond									871,803	871,803	\$ 871,803	871,803	\$ -			\$ -		\$ -	\$ -									
3	2009 Tax Allocation Bond									232,728	232,728	\$ 232,728	232,728	\$ -			\$ -		\$ -	\$ -									
4	Fiscal Agent Fee for Bonds									2,440	2,440	\$ 2,440	8,407	\$ -			\$ -		\$ -	\$ -									
5	Bond Expense Funds									4,050	4,050	\$ 4,050	4,050	\$ -			\$ -		\$ -	4,050									
6	Arbitrage for bonds									5,000	5,000	\$ 5,000		\$ -			\$ -		\$ -										
7	Successor Agency Admin Costs									0.00	0.00	\$ -	-	\$ -	67,128	110,891	67,128	110,891	\$ -	\$ -									
8	Rent assistance Section B									-	-	\$ -	-	\$ -			\$ -		\$ -	\$ -									
9	Project Management - housing									-	-	\$ -	-	\$ -			\$ -		\$ -	\$ -									
10	Prospect Villa apartments									25,000	25,000	\$ 25,000	23,264	1,736			\$ -		\$ -	1,736									
11	Appeal West Gateway									-	-	\$ -	-	\$ -			\$ -		\$ -	1,736									
12	Property asset maintenance									3,696	3,696	\$ 3,696	1,129	2,567			\$ -		\$ -	2,567									
13	Property asset maintenance									2,868	2,868	\$ 2,868	2,340	528			\$ -		\$ -	528									
14	Property asset maintenance									1,200	1,200	\$ 1,200	1,200				\$ -		\$ -	1,200									
15	Property asset maintenance									164	164	\$ 164		164			\$ -		\$ -	164									
16	Appeal Eng services §34177.3									20,000	20,000	\$ 20,000	-	20,000			\$ -		\$ -	20,000									
17	Contract for audit services									9,600	9,600	\$ 9,600	9,500	100			\$ -		\$ -	100									
18	Contract for consulting services									-	-	\$ -	-	\$ -			\$ -		\$ -										
19	Appeal Bond Fiscal Agent Fee									2,440	2,440	\$ 2,440	2,440				\$ -		\$ -										
20	Appeal Continuing Bond Disclosure									\$ 5,300	5,300	\$ 5,300	5,300				\$ -		\$ -										
21	Appeal Arbitrage for bonds									27,505	27,505	\$ 27,505	27,505				\$ -		\$ -										
22	Appeal Employee Costs									-	-	\$ -	-	\$ -			\$ -		\$ -										
23	Appeal Emp. Benefit Compensation									-	-	\$ -	-	\$ -			\$ -		\$ -										
24	Appeal Post employee benefits									-	-	\$ -	-	\$ -			\$ -		\$ -										
25	Appeal Agency Board Jan. pay									-	-	\$ -	-	\$ -			\$ -		\$ -										
26	Appeal Audit Service RDA									-	-	\$ -	-	\$ -			\$ -		\$ -										
27	Appeal Removal of Blight									-	-	\$ -	-	\$ -			\$ -		\$ -										
28	Prospect Villa apartments/Rent assistance									0.00	0.00	\$ -	-	\$ -			\$ -		\$ -										
29	Successor Agency Property Insurance									0.00	0.00	\$ -	-	\$ -			\$ -		\$ -										
30	Fire Station 1 retention fee											\$ -	-	\$ -			\$ -		\$ -										
31	Fire Station 1 equipment											\$ -	-	\$ -			\$ -		\$ -										
					434,157																								
					2,182																								
																								</					



# EXHIBIT 1 RESOLUTION 2013-04 OB

## Recognized Obligation Payment Schedule 13-14B - Notes

January 1, 2014 through June 30, 2014

### Item # Notes/Comments

- 19 ROPS 1 expense was added after meet and confer process for ROPS III to ROPS 13/14 A line 19 \$2440
- 20 ROPS III expense was added after meet and confer process for ROPS III to ROPS 13/14 A line 20 for \$0
- 21 ROPS III expense for arbitrage was added after meet and confer process for ROPS III to ROPS 13/14 A line 20 for \$0
- 22 Appeal of ROPS I expense on ROPS III was rejected as an allowable expense

ROPS DETAIL: This enforceable obligation denied from ROPS I was approved with the ROPS III Meet and Confer process. It was recommended to withhold the funds with the Due Diligence Review of Other Funds. The Department of Finance instructed the Successor Agency to place this item as an enforceable obligation on the next available ROPS in a May 29, 2013 letter regarding the Finding of Completion for the Due Diligence Review of Other funds.

ROPS DETAIL: This enforceable obligation denied from ROPS I was approved with the ROPS III Meet and Confer process. It was recommended to withhold the funds with the Due Diligence Review of Other Funds. The Department of Finance instructed the Successor Agency to place this item as an enforceable obligation on the next available ROPS in a May 29, 2013 letter regarding the Finding of Completion for the Due Diligence Review of Other funds.

ROPS DETAIL: This enforceable obligation denied from ROPS I was approved with the ROPS III Meet and Confer process. It was recommended to withhold the funds with the Due Diligence Review of Other Funds. The Department of Finance instructed the Successor Agency to place this item as an enforceable obligation on the next available ROPS in a May 29, 2013 letter regarding the Finding of Completion for the Due Diligence Review of Other funds.

ROPS DETAIL: May 29, 2013 Department of Finance letter instructed the Successor Agency and City of Hollister to enter into a loan agreement to ROPS I funds that were inadvertently distributed with the Housing Fund due diligence review. A loan agreement was approved between the Successor Agency and City of Hollister on

31 July 15, 2013 and approved by the Oversight Board on August 1, 2013